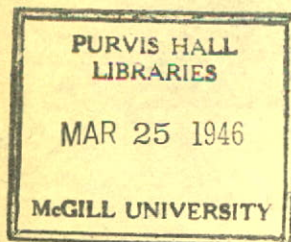


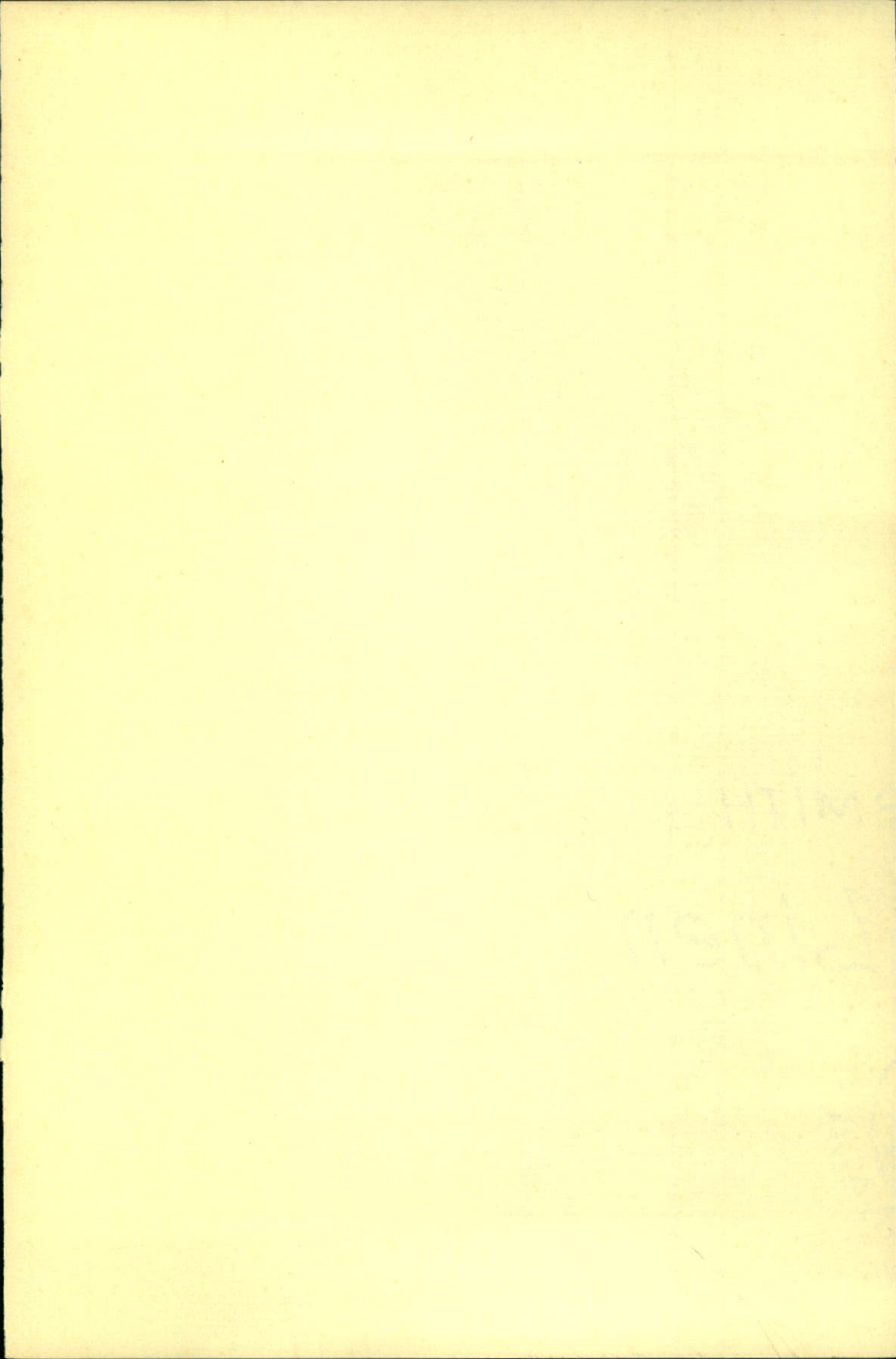
c
Stacks

ELEVENTH
ANNUAL REPORT
of
Canadian Wirebound Boxes
LIMITED
TORONTO . . . CANADA



Year Ended April 30th, 1939





WITH
Linen

Canadian Wirebound Boxes

LIMITED

DIRECTORS

A. K. Cameron	H. M. Millar
A. M. Dunn	Stuart B. Playfair
H. A. Greene	H. L. Trapp
E. G. McMillan	D. L. White, Jr.

OFFICERS

D. L. White, Jr.	-	-	Chairman Board of Directors
A. M. Dunn	-	-	President and Managing Director
H. A. Greene,	-	-	Vice-President
J. P. Berney	-	-	Secretary-Treasurer

TRANSFER AGENT AND REGISTRAR OF TRANSFERS

at Toronto

Chartered Trust and Executor Company

To the Shareholders,

CANADIAN WIREBOUND BOXES, LIMITED.

The Board of Directors submits herewith the eleventh annual report of the Company, together with the financial statement for the year ended April 30th, 1939, as certified to by your auditors.

The net earnings for the year, before depreciation and income taxes, amounted to \$172,172.44; after providing for depreciation of \$54,809.69 and Federal and Provincial income taxes of \$10,679.64, a net profit of \$106,683.11 is shown. This profit has been transferred to Earned Surplus Account, and after making provision for dividends, transfer to special surplus account as required, adjustment re sale of machinery and Federal and Provincial income taxes affecting prior periods, there remains a balance of \$174,517.86 to be carried forward as earned surplus.

The working capital of the Company now stands at \$253,443.43, as compared with \$338,814.74 on April 30th, 1938. The decrease in working capital is accounted for as follows:

Decreases:

Dividends on Class A shares at cumulative yearly rate of \$1.50 per share:	\$ 77,826.00
Purchase of 520 Class A shares:	11,710.40
Purchase of Machinery and Equipment, and adjustment of Cash Surrender Value Life Insurance:	21,138.40
Advances to Other Companies:	137,753.12
Provision for Federal and Provincial Income Taxes current period and adjustments affecting prior periods:	11,523.63
	\$259,951.55

Increases:

Net Earnings for the year (before depreciation and income taxes):	172,172.44	
Sundry Adjustments:	2,407.80	
		<u>174,580.24</u>
Net Decrease in Working Capital:		<u><u>\$85,371.31</u></u>

The decrease of \$85,371.31 in working capital is more than accounted for by the item of Advances to Other Companies. During the year the property, the greater portion of which has been occupied by the Montreal branch since the incorporation of the Company, was offered for sale. This property was purchased by a subsidiary company and, for the purpose of financing the purchase, advances of \$149,287.51 were made to such subsidiary. Arrangements have been made to capitalize these advances over an extended period and from this financing will be received an amount of approximately \$70,000.00, which will largely offset the reduction of working capital as shown herein.

Under authority granted the Company, 520 shares of Class A stock were purchased during the year, thereby reducing to 51,364 the number of such shares outstanding at April 30th, 1939.

The book value of patents, leases, etc., has been further reduced to \$639,808.58 by the transfer of the credit of \$1,809.60 arising from the purchase of Class A shares.

On behalf of myself and the directors I wish to express appreciation of the splendid services rendered by the executives and employees during the year.

A. M. DUNN,
President.

June 14th, 1939.

CANADIAN WIREBOUND BOXES, LIMITED

BALANCE SHEET

(April 30th, 1939)

ASSETS

Current Assets:

Cash on hand and in banks.....	74,285.47	
Call Loan	90,000.00	
Accounts Receivable; less Reserve for Bad Debts	121,802.15	
Inventory, Merchandise and Supplies, at the lower of cost or market, as certified by the management	171,137.84	
Prepaid Expenses and Accrued Revenue.....	16,542.60	473,768.06
Cash Surrender Value of Life Insurance.....		1,875.00
Investment in and Advances to Other Companies		162,336.68

Fixed Assets:

Land, Buildings and Equipment, at depreciated appraisal values as of April 14th, 1928, plus subsequent additions at cost	1,067,390.16	
Less Reserve for Depreciation	443,282.24	624,107.92
Patents, Leases, etc.....		639,808.58
		<u>\$1,901,896.24</u>

LIABILITIES

Current Liabilities:

Bank Advances.....	114,062.11	
Accounts and Bills Payable.....	60,339.03	
Sundry Creditors.....	18,924.54	
Accrued Expenses.....	15,800.46	
Provision for Federal and Provincial Taxes	11,198.49	220,324.63

Capital and Surplus:

Class A Stock (no par value):		
Authorized, 150,000 shares:		
Issued	90,000 shares	
Redeemed and Cancelled,	38,636 shares	
	<u>51,364 shares</u>	1,375,464.00
Class B Stock (no par value):		
Authorized and Issued, 40,000 shares		
Earned Surplus	174,517.86	
Special Surplus	131,589.75	1,681,571.61
		<u>\$1,901,896.24</u>

Note: Arrears of dividends on Class A Shares to April 30th, 1939 amounted to \$2.25 per share.

CANADIAN WIREBOUND BOXES, LIMITED

PROFIT AND LOSS ACCOUNT

(Year ended April 30th, 1939)

Net Profit, before depreciation and income taxes.....	172,172.44
Deduct Provision for Depreciation.....	54,809.69
Net Profit, before income taxes	117,362.75
Deduct Provision for Federal and Provincial Income Taxes.....	10,679.64
Net Profit for year	<u>\$106,683.11</u>

EARNED SURPLUS ACCOUNT

(Year ended April 30th, 1939)

Earned Surplus, April 30th, 1938.....	158,624.94
Add Net Profit for year.....	106,683.11
	<u>\$265,308.05</u>
Deduct:	
Dividends on Class A Shares.....	77,826.00
Transfer to Special Surplus Account.....	10,413.21
Loss on Sale of Machinery.....	1,706.99
Additional Federal and Provincial Taxes for prior periods	843.99
	<u>90,790.19</u>
Earned Surplus, April 30th, 1939	<u>174,517.86</u>

SPECIAL SURPLUS ACCOUNT

(Year ended April 30th, 1939)

Special Surplus, April 30th, 1938.....	121,176.54
Add Transfer from Earned Surplus Account.....	10,413.21
Special Surplus, April 30th, 1939	<u>\$131,589.75</u>



AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the books and accounts of Canadian Wirebound Boxes, Limited for the year ended April 30th, 1939, and hereby report that all our requirements, as auditors, have been complied with and that, in our opinion, the foregoing Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs, as shown by the books, as of the date thereof.

THORNE, MULHOLLAND, HOWSON & McPHERSON,
Toronto, June 14th, 1939. Chartered Accountants.

General line of shipping Cases, for practically every purpose
now being manufactured by your Company:

WOOD DIVISION

WIREBOUND BOXES
and CRATES

Three Types :
4-ONE
ROCK FASTENER
ALL-BOUND

—
PLYWOOD CASES

—
NAILED BOXES

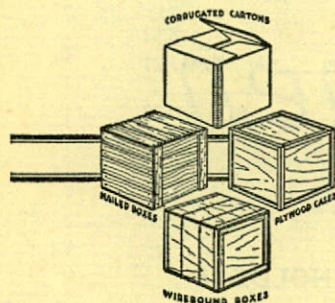
—
BOTTLE BOXES

PAPER DIVISION

CORRUGATED
CARTONS
and
SPECIALTIES

—
SINGLE FACE
ROLLS

—
DOMINION
SLIDING DRAWER
STORAGE FILES



CANADIAN WIREBOUND BOXES LIMITED

FACTORIES:

TORONTO, ONT.
1000 GERRARD ST. EAST

MONTREAL, QUE.
6259 NOTRE DAME ST. EAST

